



SEPTEMBER 19, 2014

MEMORANDUM FROM THE CONNECTIONS II PROGRAM OFFICE

SUBJECT: ADDITIONAL TIERED STRUCTURE FOR ASSOCIATED GOVERNMENT FEE (AGF)

The Associated Government Fee (also referred to in the GMM/CPRM tool as Contract Access Fee (CAF)) reimburses GSA for the cost of developing and operating the contract vehicle and enables Federal customers the ability to leverage the flexible streamlined processes, acquisition expertise and responsive service that the Connections II Program provides.

In accordance with the Connections II contract section G.5.2, the Connections II Program Office has instituted a tiered fee capability in addition to the present fee cap (in memo dated 9/12/12 in this document library). The tiered fee capability is intended to support agencies that have numerous task orders, each smaller than the present fee cap. This memorandum applies to task orders awarded after 9/19/14 against any of the 21 Connections II contracts and for all orders, self-serve and GSA assisted.

The tiered fee approach requires an agency to sign a Memorandum of Understanding (MOU) with GSA. The AGF Fee for the first year of the MOU is based on the agency commitment of estimated obligated dollars for the first year. This period is defined as the timeframe from the first agency task order award, after signing, through the next twelve months. All task orders awarded during the first year will have that fee for their entire period of performance. The second year of the MOU, the fee will be revisited based on the agency's prior year's actual obligated dollars. The agency will be notified of any fee change in the first month of the second year. All task orders awarded during the second year will have the second year fee for their entire period of performance. This process will continue as long as the MOU is in place. The table below will be used for setting the fee.

OBLIGATION	DOLLARS RANGE	FEE RATE
\$20,000,000	\$100,000,000	0.75%
\$100,000,001	\$250,000,000	0.50%
\$250,000,001	\$500,000,000	0.25%
\$500,000,001	\$73,000,000,000	0.10%

If you have any questions regarding this memo or if you are interested in establishing a tiered fee MOU with GSA, please contact the Connections II PMO at ConnectionsII@gsa.gov.

9/19/2014

X Deborah Clark

Deborah Clark
Connections II Program Manager
Signed by: DEBORAH CLARK